GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:2786
ANSWERED ON:17.12.2004
INTEREST ON POST OFFICE RECURRING DEPOSIT
Ponnuswamy Shri Mohan

Will the Minister of FINANCE be pleased to state:

(a) whether the Government is aware of the fact that Postal Department allows just 7.5% interest for the amount deposited in Post Office Recurring Deposit Account and collects 15% interest for the withdrawal therefrom, if any, by the Depositors;

(b) if so, the steps being taken by the Government for bringing the interest rates at par;

(c) if not, whether there is a proposal for the upward revision of interest on PORD; and

(d) if so, the details thereof?

Answer

MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI S.S. PALANIMANICKAM)

(a) Yes, Sir.

(b) to (d) The matter is under consideration of the Government.